

Bond Task Force Update



Scottsdale City Council

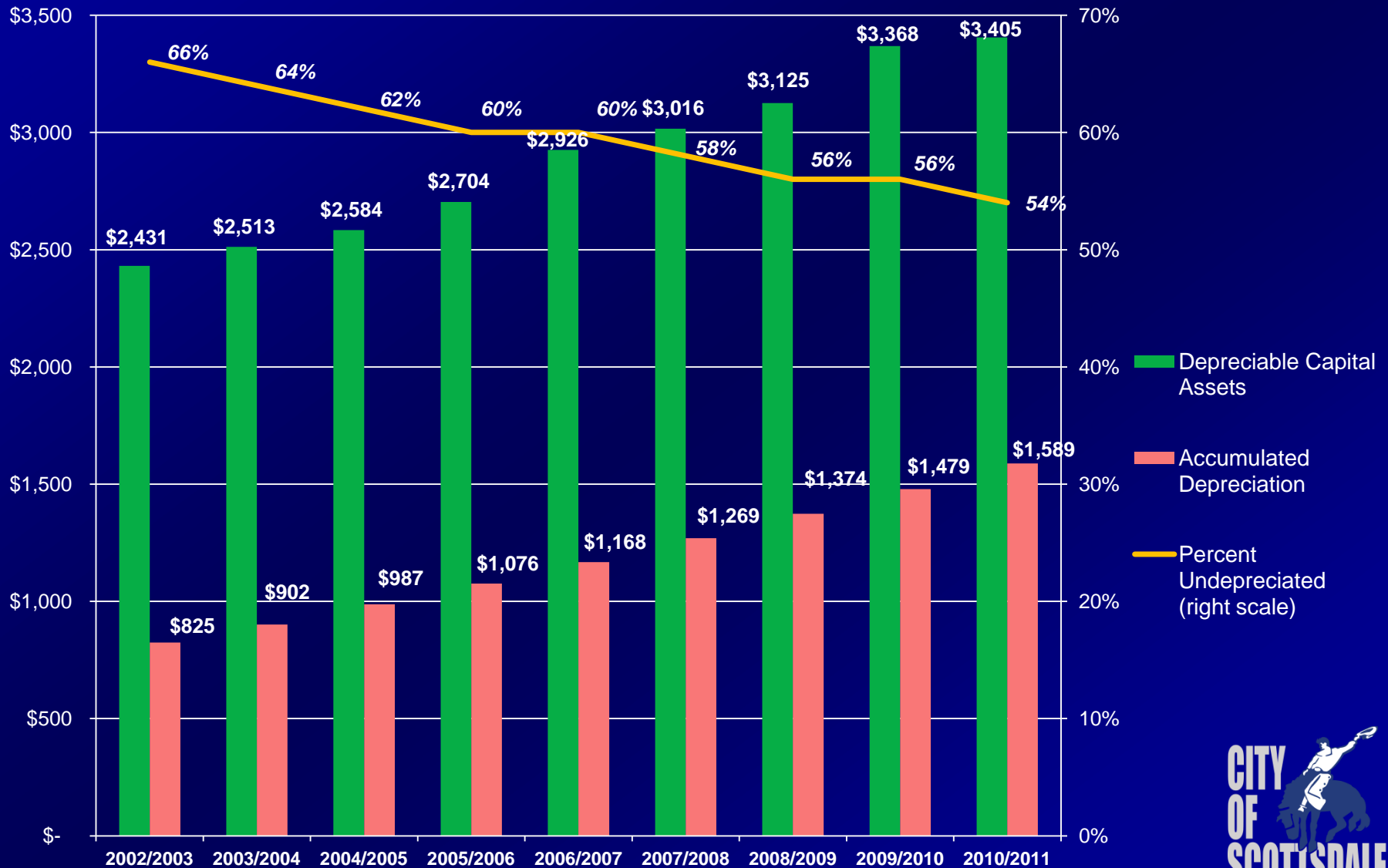
January 10, 2012

Capital Investment and Financial Guidance

City Treasurer David Smith



Condition of Depreciable Capital Assets (in millions and percent)



Expenditures (Depreciable Assets Only) (in millions)

GO Bonds

Contributions

Trans Sales Tax,
Bed Tax & Other

Grants

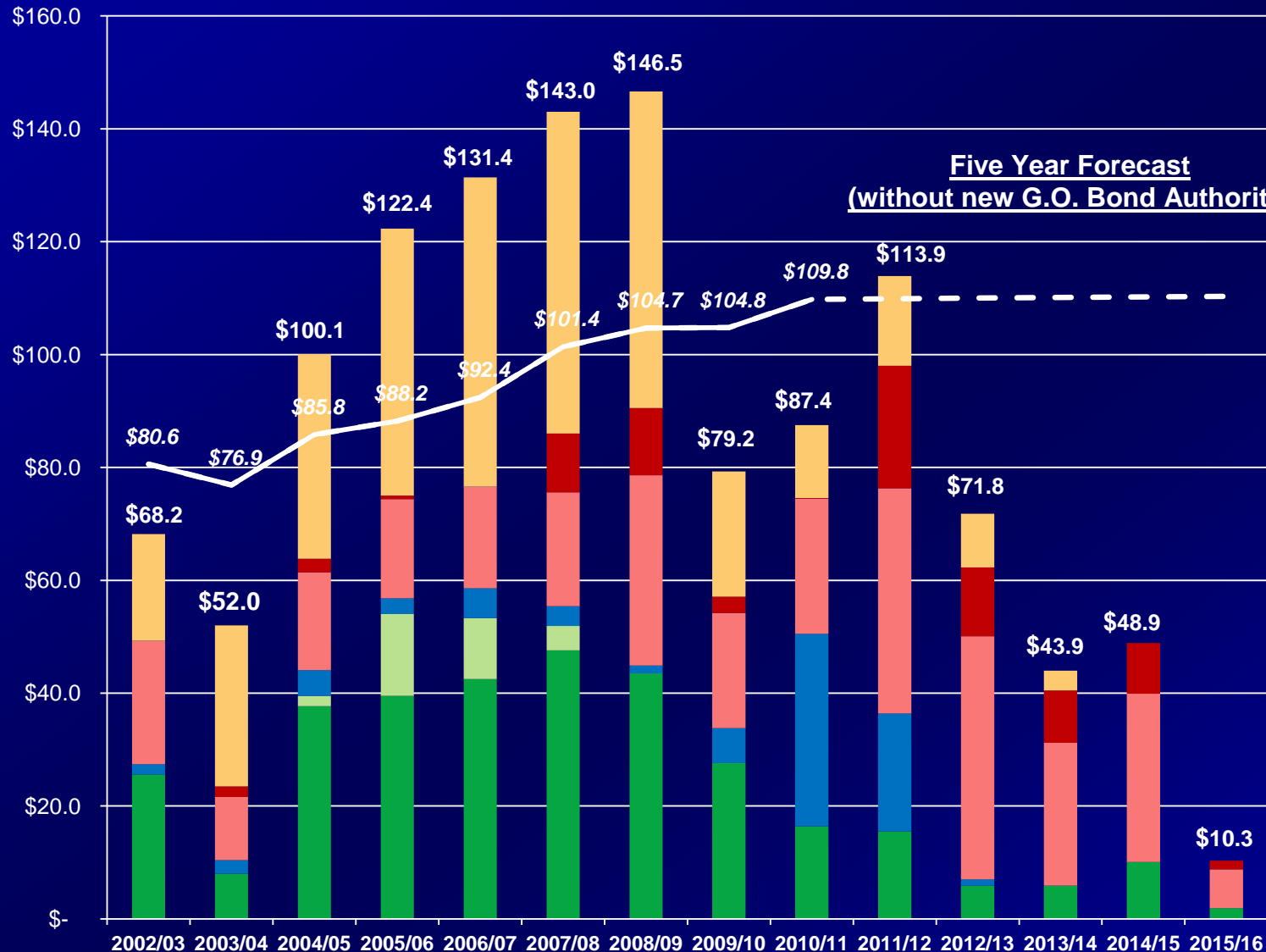
MPC Bonds

PAYGO

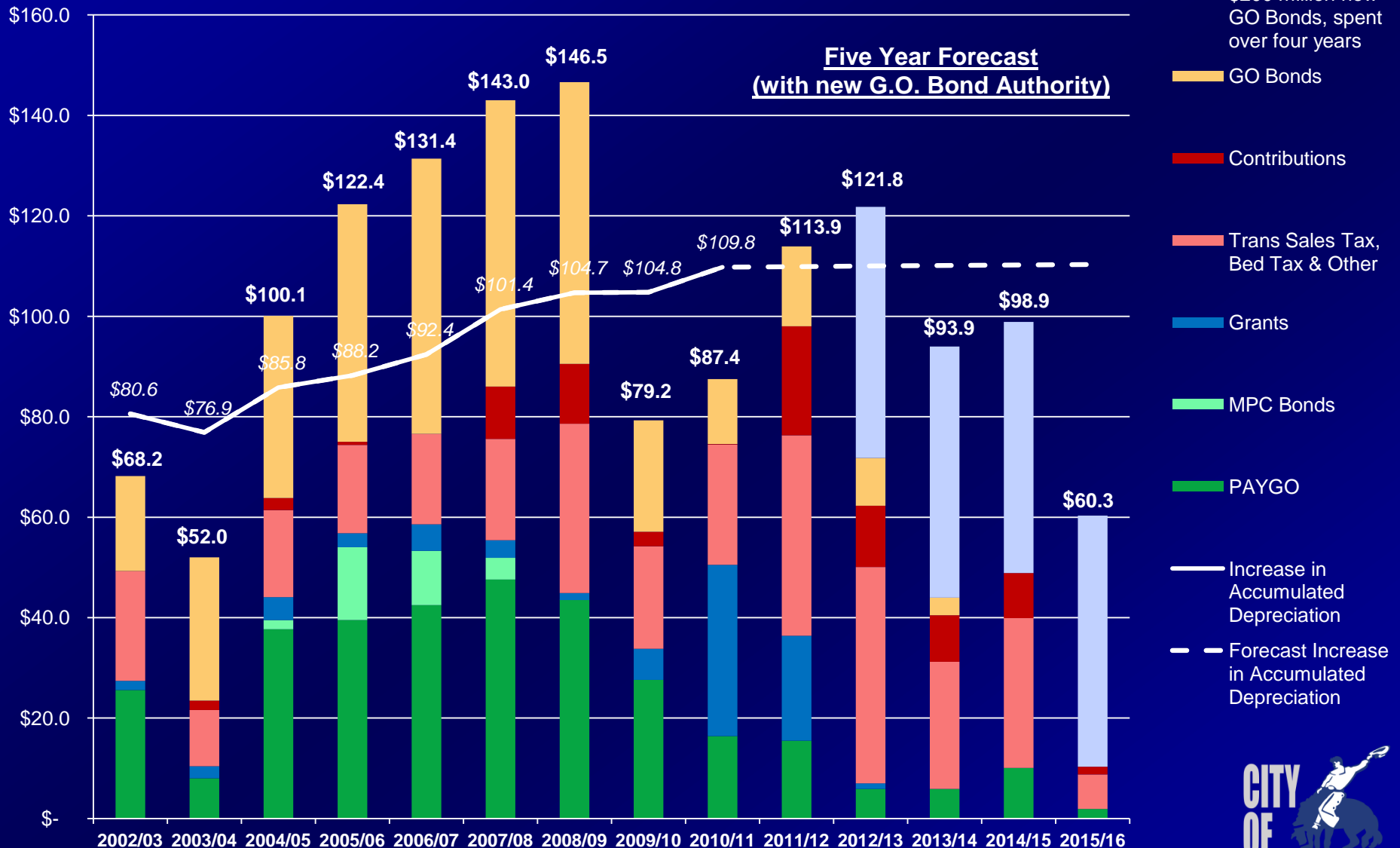
— Increase in
Accumulated
Depreciation

- - - Forecast Increase
in Accumulated
Depreciation

**Five Year Forecast
(without new G.O. Bond Authority)**



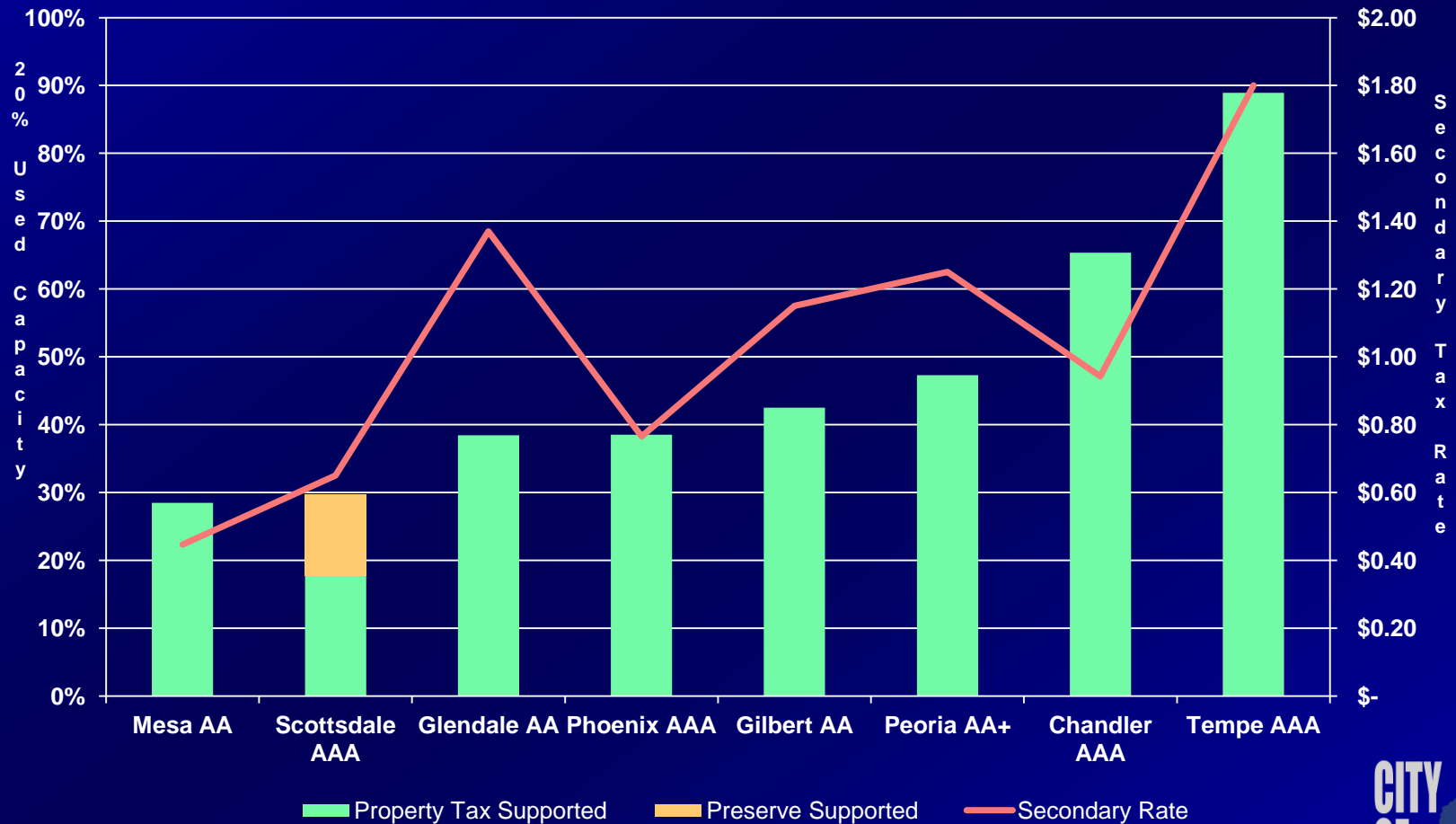
Expenditures (Depreciable Assets Only) (in millions)



FY 2009/10 Property Tax by Valley Community

State Statute 20% Available Capacity (bars: left scale)

Secondary Tax Rate per \$100 AV (line: right scale)



G.O. Debt Service: \$200 Million

Homeowner Impact

Annual debt service (after final phased issuance)	\$15.40M
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Portion paid by homeowners	<u>x 51.4%</u>
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Debt Service paid by homeowners	\$7.92M
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Estimated housing units	<u>÷ 128,300</u>
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Cost Per Housing Unit:

- | | |
|-----------|---------|
| • Annual | \$61.72 |
| • Monthly | \$5.14 |
| • Daily | \$0.16 |

Burden Per Housing Unit:

- | | |
|---|-----------|
| • Average House Value | \$280,000 |
| • Annual Debt Service as a % of House Value | 0.02% |



Bond Task Force Update

Chairman John Gulick, III



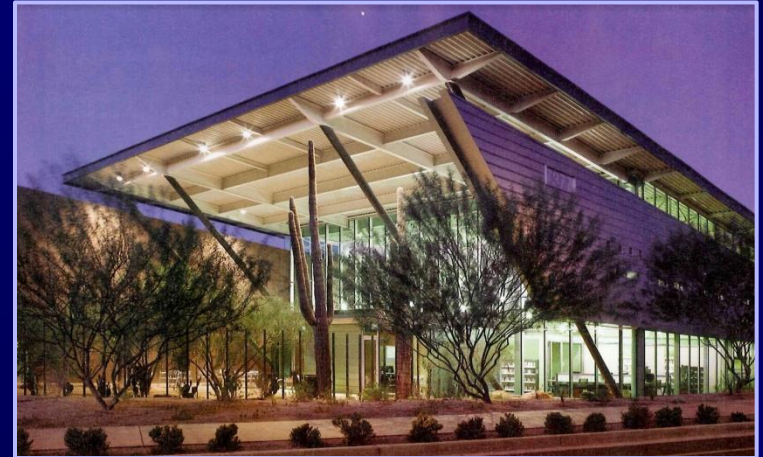
Introductions

Chairman: John Gulick III

Vice Chair: Judy Frost

Members: Charley Freericks
Bill Heckman
Bob Kammerle
Joanne “Copper” Phillips
Dr. Sue Sisley
Teresa Kim Quale
Wayne Ecton

Alternates: Abigail Hoover
Doreen Song
Ross Smith



Appaloosa Library - Bond 2000
Valley Forward Environmental Excellence Award

Staff Liaison: Derek Earle

Executive: Dan Worth



Goals and Objectives

Resolution 8720 - The Bond Task Force shall assist the City Council with creation of a General Obligation bond program by providing recommendations concerning:

Indian Bend Road - Bond 2000
APWA Project of the Year



1. Feasibility review of proposed projects for a general obligation bond program
2. Recommendation for inclusion or exclusion of potential projects
3. Ranking by priority of proposed projects
4. Grouping of projects and packaging of possible election questions.

Meeting Work Plan



Granite Reef Sr. Ctr. - Bond 2000
LEED Silver Certified Building

Three Phases of Meetings:

Phase One – General Foundation Presentations

Overview of city planning, operations and financial structure

Phase Two – Functional Capital Needs Presentations

Receive presentations of capital needs by city departments

Phase Three – Deliberations and Recommendations

Establish size of bond program, priorities, election question structure and present final recommendations to City Council

***Since its formation in July, 2011, the
Bond Task Force has held 11 meetings***

General Foundation Presentations

Informational Presentations

- Legal aspects of GO Bonds
 - City debt and tax structure
 - Previous GO Bond programs
 - City Capital Improvement Plan
- General Plan / Character Area Plans
- Public Art as a part of CIP
 - Capital Project Management
 - Detailed Financial review

CAP Basin Park - Bond 2000
ACEC Grand Award
Valley Forward Crescordia Award



Functional Capital Needs

Departmental Needs Presentations

- Transportation
- Public Works and Facilities
- Stormwater Management
- Community Services
- Preserve
- Courts
- Information Technology
- Planning
- Economic Vitality

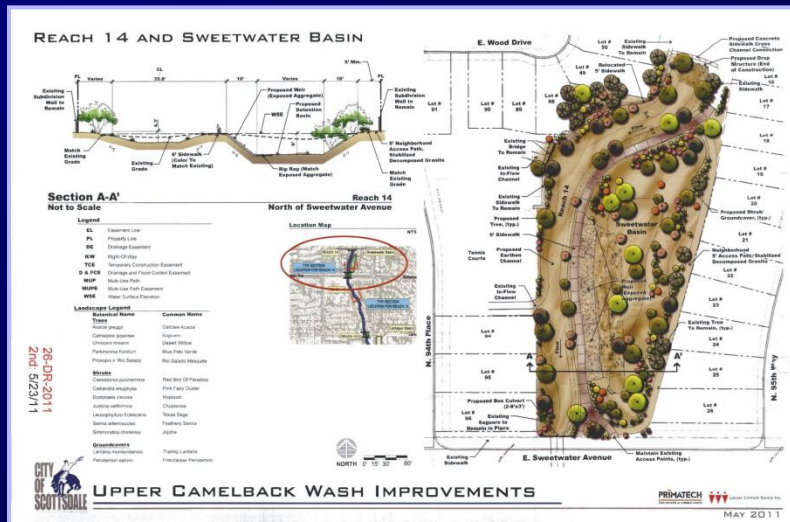


Arabian Library - Bond 2000
LEED Silver Certified Building

Functional Capital Needs

Facility Tours

- Granite Reef Senior Center
- City Courts Building
- City Jail Facility
- Police Division 3 Hdqtrs
- Fire Station 603
- Fire Station 604
- Gateway to the Preserve
- Fire Station 601
- Police and Fire Training Fac.
- Via Linda Senior Center
- McDowell Mtn. Aquatics Center (planned)
- Appaloosa Library (planned)



Upper Camelback Wash - Bond 2000
Flood Control Project

Functional Capital Needs

Information Sources

- Detailed city financial review
- COS General Plan Survey (2010)
- COS National Citizen Survey (2010)
- COS General Plan and proposed 2011 update
- Functional master plans (Courts, Transportation, etc.)
- Character area plans
- “Which Way Scottsdale?” – Morrison Institute report
- “Next Steps Scottsdale” – Morrison Institute report

**Police Operational Support and
District 1 Headquarters - Bond 2000**
LEED Certified Building



Functional Capital Needs

Public Outreach To Date



**Scottsdale Road Preservation
Streetscape - Bond 2000**

- Bond Task Force website
(www.scottsdaleaz.gov/bondtaskforce)
- News releases and press coverage
- Meeting location rotation
- Call to public for meetings

Deliberations/Recommendations

Status of Deliberations

- Ranked importance of criteria used for project priority evaluation
- Established target range for program (\$150M to \$200M)
- Currently analyzing relative project priorities (what's in and what's out)
- Jan/Feb – group projects into election questions and formulate recommendations



Fire Stations 1 and 8 - Bond 2000
Potential LEED Gold/Platinum Certified



Deliberations/Recommendations

Presentation to City Council



**McDowell Mtn. Ranch Aquatic and
Fitness Center – Bond 2000**

- Proposed joint work session in March
- Anticipate Task Force recommendations for:
 - Year of bond election
 - Size of bond program
 - Projects to include (including priority)
 - Grouping of projects (ballot questions)
- Council will have multiple opportunities to review program
- Final action by Council in May, 2012

Questions/Comments